FINANCIAL REPORT 1988

City of Saskatoon

89-04946/

MAYOR AND COUNCIL
1988

Mayor – H. Dayday

Aldermen/Councillors

- M. Cherneskey
- B. Dyck
- M. Hawthorne
- P. Lorje
- O. Mann
- P. Mostoway
- G. Penner
- P. Robertson
- M. Thompson
- K. Waygood

HEADS OF DEPARTMENTS

City Commissioner	– M. D. Irwin
City Clerk	– J. Mann
Director of Personnel Services	– J. B. Morgan
Manager – Emergency Measures	– D. Litz
Manager – Internal Audit & Policy Planning	–
City Solicitor	– T. Dust
Director of Finance	– P. Richards
City Assessor	– F. B. Garland
City Comptroller	– B. Veltkamp
City Treasurer	– I. G. Nygaard
Manager – Central Purchasing & Stores	–
Manager – Investment Services	– R. Walker
Manager – Corporate Information Services	– L. Ollenberger
Director of Planning and Development	– K. Pontikes
Fire Chief	– B. Quinn
Manager – Buildings and Grounds	– C. Man
Manager – Economic Development	– D. R. Fairlie
Manager – Land Department	– S. Peakman
Manager – Leisure Services	– P. Gauthier
City Planner	– R. M. Cope
Director of Works and Utilities	– I. Brand
City Engineer	– S. Uzelman
Manager – Electrical Distribution	– M. G. Mikytyshyn
Manager – Transit	– J. A. Ross
Manager – Waterworks & Pollution Control	– D. J. Kelly
Manager – Vehicle & Equipment Services	– M. E. Famulak
Chief of Police	– J. Penkala
Chief Librarian	– A. Turner McFarland
Mendel Art Gallery – Director	– L. Milrod
Centennial Auditorium – A/Executive Director	– M. Hounsell
Saskatoon Community Health Unit – Executive Director	– P. Gully
City Hospital – President	– E. Schwartz
Saskatchewan Place – General Manager	– K. Wood

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Touche Ross & Co.
Chartered Accountants

AUDITORS' REPORT

His Worship the Mayor
and Council
City of Saskatoon

We have examined the consolidated balance sheet of the City of Saskatoon as at December 31, 1988 and the statements of revenues and expenditures, funds to offset taxation or user charges in future years, capital operations, reserves and reserve funds for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the City as at December 31, 1988 and the results of its operations for the year then ended in accordance with municipal accounting principles, as disclosed in Note 1 to the financial statements, applied on a basis consistent with that of the preceding year.

Touche Ross & Co.

Saskatoon, Saskatchewan
April 7, 1989

Chartered Accountants

CITY OF SASKATOON
CONSOLIDATED BALANCE SHEET
AS AT DECEMBER 31, 1988

	(DOLLARS IN THOUSANDS) 1988	1987
ASSETS		
UNRESTRICTED		
Cash and Short Term Investments	$ 71,990	$ 75,290
Investments (Note 2)	8,914	7,915
Taxes Receivable	8,051	7,940
User Charges Receivable	7,810	6,403
Accounts Receivable	11,936	14,413
Other Assets	9,350	9,572
	118,051	121,533
RESTRICTED		
Cash and Short Term Investments	2,421	3,236
Investments (Note 2)	3,490	3,444
	5,911	6,680
Capital Outlay Financed by Long-Term Liabilities and to be Recovered in Future Years (Note 1B) ii))	46,510	45,976
	$170,472	$174,189

CITY OF SASKATOON
CONSOLIDATED BALANCE SHEET
AS AT DECEMBER 31, 1988

	(DOLLARS IN THOUSANDS) 1988	1987
LIABILITIES		
Accounts Payable	$ 20,614	$ 23,016
Other Current Liabilities	5,159	4,886
	25,773	27,902
Net Long-Term Liabilities (Note 5)	46,510	45,976
	72,283	73,878
FUND BALANCES AT THE END OF THE YEAR		
Funds to Offset Taxation or User Charges in Future Years	2,258	2,449
Unexpended Capital Financing	28,508	38,119
Reserves	59,397	50,545
Reserve Funds	8,026	9,198
	98,189	100,311
	$170,472	$174,189

STATEMENT OF FUNDS TO OFFSET TAXATION OR USER CHARGES IN FUTURE YEARS FOR THE YEAR ENDED DECEMBER 31, 1988

	(DOLLARS IN THOUSANDS) 1988	1987
Balance, Beginning of Year	$2,449	$2,896
Transfer From (To) Reserves		
Revenue Stabilization	(500)	(500)
Reserve for Capital Expenditures	(219)	(1,004)
Electrical Capital Extension Reserve	--	(500)
Police Vehicle Replacement Reserve	(385)	--
Insurance Deductible Reserve	(199)	--
Grants	--	(2)
Saskatoon Centennial Auditorium - 1986 Deficit	--	(132)
Prior Year Adjustments:		
Tax Write Off	--	(9)
Fire Fighters - 1986 Retroactive Pay	--	(320)
Surplus for the Year	1,112	2,020
Balance, End of Year	$2,258	$2,449

STATEMENT OF CAPITAL OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 1988

	(DOLLARS IN THOUSANDS) 1988	1987
SOURCES OF FUNDS		
Debentures	$ 4,024	$ 5,767
Province of Saskatchewan	3,613	14,278
Contributions from Developers, Benefitting Property Owners and Other Users	10,208	14,602
Appropriations		
- From Current Operations - Taxation	419	689
- Utilities	15	24
- From Reserves	22,347	28,604
- From Reserve Funds	878	--
Miscellaneous	304	--
	41,808	63,964
EXPENDITURES		
General Government	181	213
Protective Services	1,163	1,871
Transportation	10,136	14,682
Environmental	2,521	2,018
Health and Welfare Services	337	630
Recreation and Cultural	16,786	23,479
Property Development	3,619	7,227
Utility Expansion and Replacements	12,166	7,684
Property Purchased for Resale	4,510	2,178
	51,419	59,982
Unexpended Capital Financing, Beginning of Year	38,119	34,137
Unexpended Capital Financing, End of Year	$28,508	$38,119

STATEMENT OF RESERVES
FOR THE YEAR ENDED DECEMBER 31, 1988

RESERVES	TOTAL	SOCIAL HOUSING RESERVE	(NOTE 8) PROPERTY REALIZED	(SCHEDULE 1) REPLACEMENT	(SCHEDULE 2) FUTURE EXPENDITURES	TAX TITLE PROPERTY
			(DOLLARS IN THOUSANDS)			
Balance, Beginning of Year	$ 50,545	1,900	13,878	17,959	16,719	$ 89
Appropriations from Current Operations	22,070	--	864	4,913	16,293	--
Return of Capital Advances	66	66	--	--	--	--
User Fees/Contributions	(57)	--	--	--	(57)	--
Transfer from Sinking Fund	700	--	--	--	700	--
Transfer from Surplus	1,303	--	--	385	918	
Contributions from Developers	2,638	139	2,468	--	31	--
Operating and Capital Levies	3,204	--	--	3,171	33	--
Transfers Between Reserves	--	--	671	120	(791)	--
Transfers from Reserve Funds	1,500	--	--	--	1,500	--
Contributions from Provincial Government	58	--	--	--	58	--
	82,027	2,105	17,881	26,548	35,404	89
Appropriations to Capital Operations	22,347	313	9,723	3,936	8,288	87
Transfer of Working Capital Fund Advances	283	--	283	--	--	--
	22,630	313	10,006	3,936	8,288	87
Balance, End of Year	$ 59,397	1,792	7,875	22,612	27,116	$ 2

STATEMENT OF RESERVE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1988

	TOTAL	BUS REPLACEMENT	WORKING CAPITAL
		(DOLLARS IN THOUSANDS)	
RESERVE FUNDS			
Balance, Beginning of Year	$ 9,198	7,698	$ 1,500
Revenue	1,017	859	158
Appropriations from Current Operations	242	242	--
	10,457	8,799	1,658
Appropriations to Current/ Capital Operations	931	773	158
Transfer to Reserves	1,500	--	1,500
	2,431	773	1,658
Balance, End of Year	$ 8,026	8,026	$ ---

CITY OF SASKATOON
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 1988

(DOLLARS IN THOUSANDS)

	1988		1987
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Taxation	$ 53,042	52,928	$ 50,473
Grants in Lieu of Taxes	11,865	12,404	10,909
Services Provided to Other Governments	47	49	47
Sale of Services	8,847	8,105	7,936
Other Revenue From Own Sources	21,126	22,536	20,907
Transfers from Other Governments	16,541	16,586	16,430
Other transactions	6,456	6,117	4,208
Total Revenues for the Year (Schedule 3)	117,924	118,725	110,910
EXPENDITURES			
General Government Services	15,863	15,349	14,089
Protective Services	38,414	38,081	35,694
Transportation Services	14,879	14,911	13,549
Environmental Health Services	3,560	3,343	3,585
Public Health and Welfare Services	6,626	6,816	6,220
Environmental Development Services	6,534	6,715	6,379
Recreation and Cultural Services	14,518	14,503	12,682
Fiscal Services	17,530	17,895	16,692
Total Expenditures for the Year (Schedule 4)	117,924	117,613	108,890
SURPLUS	$ ---	1,112	$ 2,020

CITY OF SASKATOON
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1988

1. ACCOUNTING POLICIES

A) BASIS OF CONSOLIDATION

i) CONSOLIDATED BALANCE SHEET

These financial statements have been consolidated for Balance Sheet purposes only. It reflects the assets and liabilities of the General Revenue and Capital Funds, Reserve Funds and the Revenue and Capital Funds of the following Boards and Utilities:

Board of Police Commissioners
Sewage Utility
Water Utility
Electrical Utility
Transit Utility

ii) The assets, liabilities and operations of the Saskatoon Community Health Unit and the Saskatoon Public Library are not reflected in these financial statements, but are reported separately.

iii) Trust funds, pension funds and sinking fund and their related operations administered by the City are not reflected in these financial statements, but are reported separately.

iv) Grants to the Centennial Auditorium, Mendel Art Gallery and Saskatchewan Place are reported in the Statement of Revenues and Expenditures under Recreational and Cultural Services. The assets, liabilities and operations for these three boards are not reflected in these financial statements.

B) BASIS OF ACCOUNTING

i) Source of financing and expenditures are reported on an accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay. The major exception to this policy is certain sick and vacation leave benefits which are not recognized until they are incurred costs.

Water, Sewer and Electrical Utility customers are billed on a cyclical basis, which may include estimates. No accrual is made for revenues not billed at the year end.

B) BASIS OF ACCOUNTING - Cont'd

ii) CAPITAL OUTLAY FINANCED BY LONG-TERM LIABILITIES AND TO BE RECOVERED IN FUTURE YEARS

The historical cost and accumulated depreciation of fixed assets are not reported for municipal purposes. Instead the "Capital Outlay Financed by Long-Term Liabilities and to be Recovered in Future Years", which represents the outstanding principal portion of unmatured long-term liabilities for municipal expenditures or capital funds transferred to other organizations, is reported on the "Consolidated Balance Sheet".

iii) Gains and losses on foreign currency transactions are charged to operations when they are realized.

iv) The City of Saskatoon is one of the primary property developers in the municipality. Expenditures relating to the servicing of new subdivisions within the City are charged to the prepaid services account (which forms part of the unexpended capital financing section of the Consolidated Balance Sheet). Proceeds from the sale of lots are credited to the prepaid service accounts for that portion attributable to services, and to the Property Realized Reserve for the portion attributable to land. Any property purchased for future land development is funded by the Property Realized Reserve.

Receipts and disbursements pertaining to prepaid services have been consolidated in the Statement of Capital Operations. Those pertaining to the Property Realized Reserve are reflected in the Statement of Reserves.

v) The City of Saskatoon makes contributions to the General Superannuation, Police Superannuation and Firemen's Superannuation plans on behalf of its staff. The plans are defined benefit plans which specify the amount of the retirement benefit to be received by the employee based on the length of service and rates of pay.

The amount contributed to the plans in 1988 included current service payments as well as any contributions required for actuarially identified unfunded liability and experience deficiency payments. The City of Saskatoon reports all such payments as an expenditure in the year the payments are made.

2. INVESTMENTS

The total of investments of $8,914,000 (1987 - $7,915,000) recorded on the "Consolidated Balance Sheet - Unrestricted Assets" at cost, have a market value of $8,771,000 (1987 - $8,102,411).

2. INVESTMENTS - Cont'd

The total of restricted investments of $3,490,000 (1987 - $3,444,000) recorded at cost, have a market value of $3,479,000 (1987 - $3,657,000).

A provision for losses on investments other than temporary declines in market values is provided where necessary.

3. COLLECTIONS FOR SCHOOL BOARD AND SASKATOON PUBLIC LIBRARY

The Education Act and the Urban Municipality Act 1984 set out the manner in which collections of taxes and trailer license fees are to be submitted to the School Boards. The Public Libraries Act sets out the manner in which collections of taxes are to be submitted to the Saskatoon Public Library. As the City is acting as agent only for the collection of such taxes, these amounts are not reflected in the Statement of Revenue and Expenditures.

4. PENSION PLANS - UNFUNDED LIABILITY AND EXPERIENCE DEFICIENCY

The City of Saskatoon, including civic Boards and Commissions, contributes to the Superannuation Plans in accordance with pension agreements and as stipulated by actuarial reports for underfunding.

An Actuarial Report received from the General Superannuation Plan as at December 31, 1987 indicated a surplus of $11,048,000. The report received for the Police Superannuation Plan as at December 31, 1985 indicated a surplus of $712,000.

The Firemen's Superannuation Plan Actuarial Report as at November 1, 1988 indicated a present value unfunded liability of $6,857,000. The Actuarial Report identifies this liability as jointly funded by the City of Saskatoon and the members of the plan. The City's share of the liability will result in a payment in 1989 out of general revenue of $618,000, with the members contributing a further $110,000. This commitment is not reflected on the balance sheet as at December 31, 1988.

5. NET LONG-TERM LIABILITIES

A) The balance of net long-term liabilities reported on the "Consolidated Balance Sheet" is made up of the following:

5. NET LONG-TERM LIABILITIES - Cont'd

	1988	1987
Total long-term liabilities incurred by the City, including those incurred on behalf of the Saskatoon Public School Board, Saskatoon Public Library Board and Utilities and outstanding at the end of the year amount to:	$62,939	$62,443
The total value of sinking funds which have been accumulated to the end of the year to retire the outstanding long-term liabilities included above, amount to:	(15,369)	(15,016)
Of the long-term liabilities shown above, the responsibility for the payment of principal and interest charges has been assumed by the Saskatoon Public School Board and Saskatoon Public Library Board. At the end of the year, the outstanding principal amount of this liability less sinking fund is:	(1,060)	(1,451)
Net Long-Term Liabilities at the End of the Year	$46,510	$45,976

B) The book value of the long-term liabilities totalling $62,546,000 (1987 - $61,783,000) has been adjusted to reflect the conversion of U.S. dollar debentures into Canadian funds at the exchange rate prevailing at December 31. The 1987 figures have been restated to reflect this change in reporting.

C) Of the total long-term liabilities reported in A) of this note, $28,496,000 will mature between 1989 to 1993, $21,914,000 between 1994 to 1998 and $12,136,000 thereafter.

6. CONTINGENT LIABILITIES

a) The City is contingently liable for long-term liabilities with respect to those for which the responsibility for the payment of principal and interest has been assumed by the Saskatoon Public School Board and Saskatoon Public Library. The total amount outstanding as at December 31, 1988 is $1,060,000 (1987 - $1,451,000) and is not recorded on the "Consolidated Balance Sheet".

6. CONTINGENT LIABILITIES - Cont'd

b) Under the Sick Leave Benefit Plan, unused sick leave accumulates and employees may become entitled to a cash payment under specified circumstances, including retirements, based upon a formula at that time. The amount of the contingent liability has not been determined and costs are recorded on a cash basis as outlined in Note 1 (B) (i).

c) At December 31, 1988, approximately $6,400,000 in uninsured claims remained in litigation. It is not possible to predict the outcome or the extent of any liability should any of the claims ultimately be successful. No provision has been made in the accounts for any costs which may result.

7. PROPERTY REALIZED RESERVE

The Property Realized Reserve is reported net of all withdrawals. This practice does not recognize the value of assets for property purchased but not yet sold, or repayable advances of funds. At December 31, 1988, the gross value of the Property Realized Reserve is estimated to be $51,993,000 (1987 - $51,435,000) itemized as follows:

	(DOLLARS IN THOUSANDS) 1988	1987
Net balance of Reserve, December 31	$7,875	$13,879
Advances Repayable from Future Revenue Fund Provisions	18,309	11,533
Advances to -		
South Downtown Project	12,609	12,609
City Hospital Land Acquisition	--	2,814
Property Purchased from Reserve and not yet re-sold (at estimated cost)	13,200	10,600
Gross Value of Reserve, December 31	$51,993	$51,435

CITY OF SASKATOON
SCHEDULE OF REPLACEMENT RESERVES
DECEMBER 31, 1988

	(DOLLARS IN THOUSANDS) 1988	1987
Albert Community Centre	$ 15	$ --
Asphalt Plants	672	441
Civic Vehicles and Equipment	13,645	11,138
Electrical Distribution	3,126	3,552
Electronic Machines	(34)	619
Fire Equipment	424	184
Infrastructure Replacement	1,888	--
Parks and Recreation Equipment	519	449
Photocopy Machine	(7)	94
Police Vehicles	499	--
Sewage Collection/Treatment	226	231
Water Utility	1,257	922
Weigh Scales	382	329
Balance, End of Year	$22,612	$17,959

CITY OF SASKATOON
SCHEDULE OF RESERVES FOR FUTURE EXPENDITURES
DECEMBER 31, 1988

	(DOLLARS IN THOUSANDS) 1988	1987
Animal Trading - Zoo	$ 53	$ 55
Campsite	93	113
Capital Trust	728	1,000
City Hall Renovations	495	453
Civic Buildings Major Repair	1,144	764
Commercial Streetscape Enhancement	112	63
Cultural and Recreational Facilities Grant	(636)	(561)
Dedicated Lands	760	849
Downtown Beautification	252	--
Electrical Distribution Extension	689	(627)
Electrical Revenue Stabilization Reserve	1,000	1,457
Fire - Additional Equipment	24	115
Fire Department Uniforms	54	56
General	16	16
General Voting	2	136
Golf Courses	109	242
Heritage Fund	34	30
Insurance Deductible Reserve	535	211
Interest Stabilization	4,503	2,977
Kinsmen Park Development	57	57
Kinsmen Park Rides	14	--
Land Operations	528	518
Management Information Systems Development	70	186
Parking Facilities	1,343	1,112
Parks and Recreation Civic Facilities	211	135
Public Works Buildings Civic Facilities	242	289
Reserve for Capital Expenditures	3,089	2,588
Revenue Stabilization	1,505	1,005
Sewage Revenue Stabilization Reserve	992	536
Sewage Treatment Capital	5,633	(672)
Snow and Ice Management Contingency	537	523
Sundry	353	315
Water Capital Projects	1,575	1,116
Water Revenue Stabilization Reserve	1,000	1,662
Balance, End of Year	$27,116	$16,719

CITY OF SASKATOON
SCHEDULE OF REVENUES
FOR THE YEAR ENDED DECEMBER 31, 1988

(DOLLARS IN THOUSANDS)

	1988		1987
	ESTIMATE	ACTUAL	ACTUAL
TAXATION			
Property Levy	$47,848	47,825	$45,399
Local Improvements Levy	1,388	1,302	1,340
Trailer Occupancy	55	60	59
Business Levy	3,381	3,356	3,296
Amusement	370	385	379
	53,042	52,928	50,473
GRANTS IN LIEU OF TAXES			
Federal Government and Agencies	817	1,052	850
Provincial Government Agencies	1,392	1,409	1,333
Own Utilities - Water	603	672	621
- Electrical	8,586	8,780	7,660
- Transit	124	123	120
- Sewage	343	368	325
	11,865	12,404	10,909
SERVICES PROVIDED TO OTHER GOVERNMENTS			
Fire Protection - R.M. of Corman Park	47	49	47
SALE OF SERVICES			
Legal Fees	8	12	12
Tax Searches and Enforcement	185	180	199
Data Processing	2	2	1
Police	120	118	140
Fire	10	15	11
Economic Development Department	4	3	2
Building Inspection	78	64	75
Engineering	519	385	507
Parking	1,145	1,119	1,137
Solid Waste Management	729	534	810
Cemetery	518	520	293
Planning	82	65	105
Parks	7	3	3
Tourist Campsite	129	113	125
Forestry Farm Park	156	166	167
Kinsmen Park Rides	89	94	94

	(DOLLARS IN THOUSANDS) 1988 ESTIMATE	1988 ACTUAL	1987 ACTUAL
Paddling Pools	$ 35	26	$ 40
Swimming Pools	618	604	641
Golf Courses	1,558	1,525	1,513
Skating Rinks	1,057	1,027	1,102
Community Centres	889	622	416
Ball Fields	82	81	64
Field House	817	819	466
City-Wide Programs	10	8	13
	8,847	8,105	7,936
OTHER REVENUE FROM OWN SOURCES			
Business Licenses	250	214	259
Bicycle Licenses	15	24	15
Dog Licenses	80	67	73
Lottery Licenses	2	2	1
Pound Fees	14	11	15
Building Permits	911	919	1,055
Signs Fees	33	27	28
Fines and Penalties	2,507	3,161	3,612
General Property Rentals	489	464	523
Sidewalk and Boulevard Rentals	6	7	7
SPC Franchise	5,675	5,959	5,268
Interest on Investments	9,049	9,357	7,758
Other Interest	515	409	595
Tax Penalties	1,556	1,816	1,661
Commissions	4	6	5
Other Revenue	20	93	32
	21,126	22,536	20,907
TRANSFERS FROM OTHER GOVERNMENTS			
Federal - Planning	--	--	--
- E.M.O.	--	--	1
- Employment	25	34	24
Provincial			
- Revenue Sharing	15,721	15,721	15,630
- Fire	10	10	10
- Transportation of Handicapped	475	511	465
- Employment	10	10	--
- Centennial Auditorium	300	300	300
	16,541	16,586	16,430

	(DOLLARS IN THOUSANDS) 1988 ESTIMATE	1988 ACTUAL	1987 ACTUAL
OTHER TRANSACTIONS			
Own Utilities Surplus			
- Water (Schedule 5)	$ --	--	$ --
- Electrical (Schedule 6)	5,357	5,357	3,307
- Transit (Schedule 7)	--	(339)	(476)
- Sewage Collection & Disposal (Schedule 8)	--	--	--
Interfund Interest Earnings	--	--	252
Administration Recovery	1,099	1,099	1,125
	6,456	6,117	4,208
TOTAL REVENUES FOR THE YEAR	$117,924	118,725	$110,910

CITY OF SASKATOON
SCHEDULE OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 1988

	(DOLLARS IN THOUSANDS) 1988 ESTIMATE	1988 ACTUAL	1987 ACTUAL
GENERAL GOVERNMENT SERVICES			
Legislative	$ 410	453	$ 362
Administrative	3,023	3,036	2,735
Financial	3,300	3,224	3,096
Assessment	1,503	1,457	1,448
Common Services	2,419	2,249	1,958
Grants	847	847	765
Other	4,361	4,083	3,725
	15,863	15,349	14,089
PROTECTIVE SERVICES			
Police	23,836	23,772	21,815
Fire	13,235	13,009	12,657
Emergency Measures	95	111	90
Inspections	1,084	1,074	1,006
Animal and Pest Control	164	115	126
	38,414	38,081	35,694
TRANSPORTATION SERVICES			
Engineering	1,607	1,624	1,552
Roads and Streets	4,144	4,242	3,751
Drainage and Snow Removal	2,221	2,207	2,175
Street Cleaning	962	985	928
Bridges, Crossings, Subways	254	165	157
Street Lighting	3,615	3,553	3,269
Transportation	1,776	1,834	1,432
Parking	300	301	285
	14,879	14,911	13,549
ENVIRONMENTAL HEALTH SERVICES			
Waste Collection and Disposal	3,560	3,343	3,585

	(DOLLARS IN THOUSANDS) 1988 ESTIMATE	1988 ACTUAL	1987 ACTUAL
PUBLIC HEALTH AND WELFARE SERVICES			
Cemetery	$ 596	568	$ 530
Contribution to City Hospital	1,000	1,123	868
Social Aid Levy	534	534	437
Burial of Indigents	10	17	10
Pensioners & Veterans Transportation	1,250	1,250	1,214
Transportation of Handicapped	902	990	827
Saskatoon Community Health Unit	2,334	2,334	2,334
	6,626	6,816	6,220
ENVIRONMENTAL DEVELOPMENT SERVICES			
Heritage Property	73	69	--
Planning	1,084	1,106	1,115
Parks	4,840	5,008	4,401
Tourist Campsite	129	113	125
Housing Authority Subsidy	20	43	423
Economic Development	388	376	315
	6,534	6,715	6,379
RECREATION AND CULTURAL SERVICES			
Administration	1,217	1,353	1,140
Forestry Farm Park	964	966	895
Recreation Centres	120	111	106
Youth Centres	92	90	82
Kinsmen Park Rides	89	94	97
Paddling Pools, Recreation Areas	345	333	334
Area Systems	323	322	303
Swimming Pools	1,260	1,224	1,242
Golf Courses	1,558	1,525	1,513
Skating Rinks	1,469	1,561	1,847
Community Centres	1,480	1,296	887
Ball Fields	279	263	245
Field House	1,149	1,221	786
Saskatchewan Place	1,640	1,636	1,353
Centennial Auditorium	824	824	665
Mendel Art Gallery	878	878	846
City-Wide Programs	584	566	341
Subsidy - Minor Sports	247	240	--
	14,518	14,503	12,682

	(DOLLARS IN THOUSANDS) 1988 ESTIMATE	1988 ACTUAL	1987 ACTUAL
FISCAL SERVICES			
Contribution to Capital	$ 2,696	2,722	$ 2,372
Long-Term Debt Charges - Interest	3,746	3,797	3,751
- Principal & Sinking Fund	1,997	2,040	1,992
Interfund Interest	590	590	316
Banking Services	48	37	52
Provisions, Transfers, Repayments	2,538	2,839	2,733
Transfers to - Transit Operations	4,660	4,660	4,238
- Meewasin Valley Authority	624	612	639
- Business Improvements Districts	196	195	182
- R.M. of Corman Park	23	23	--
Amusement Tax Commission	23	20	19
Tax Discounts	296	275	303
Local Improvements Taxes on Exempt Property	93	85	95
	17,530	17,895	16,692
TOTAL EXPENDITURES FOR THE YEAR	$117,924	117,613	$108,890

WATER UTILITY
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 1988

	(DOLLARS IN THOUSANDS) 1988 ESTIMATE	1988 ACTUAL	1987 ACTUAL
REVENUES			
Metered	$13,422	15,026	$13,217
Miscellaneous	20	10	21
Fire Protection Charge	275	275	266
	13,717	15,311	13,504
EXPENDITURES			
General	4,969	5,240	4,457
Treatment and Pumping	3,234	3,129	3,226
Buildings and Grounds	170	152	171
Meters	667	642	643
Mains - Engineering	66	65	45
- Maintenance	3,021	2,953	2,819
Hydrants	517	479	313
Services	803	763	637
Water Delivery	--	--	8
	13,447	13,423	12,319
SURPLUS BEFORE TRANSFER TO RESERVE	$ 270	1,888	$ 1,185
TRANSFER TO RESERVE	270	1,888	1,185
SURPLUS FOR THE YEAR	$ --	--	$ --

ELECTRICAL DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 1988

	(DOLLARS IN THOUSANDS) 1988 ESTIMATE	1988 ACTUAL	1987 ACTUAL
REVENUES			
Metered Revenue	$62,950	64,373	$56,155
Service Connection Fees	97	86	86
Miscellaneous	35	28	28
Tax Collection Commission	5	5	5
	63,087	64,492	56,274
EXPENDITURES			
General	10,369	10,636	9,617
Power Purchased	37,443	37,495	33,230
Buildings and Grounds	149	148	152
Poles, Lines, Feeders	1,637	1,763	1,448
Substations	402	320	273
Street Lighting	426	394	433
Meters	591	593	550
System Operations	58	21	2
Provision for Capital Replacement	1,705	1,715	1,588
Provision for Capital Extension	4,950	4,940	4,217
	57,730	58,025	51,510
SURPLUS BEFORE TRANSFER TO RESERVE	$ 5,357	6,467	$ 4,764
TRANSFER TO RESERVE	--	1,110	1,457
SURPLUS	$ 5,357	5,357	$ 3,307

TRANSIT DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 1988

(DOLLARS IN THOUSANDS)

	1988		1987
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Mail Carriers	$ 14	16	$ 15
Passes	2,156	2,027	1,975
Cash Fares	2,602	2,443	2,476
Ticket Sales	386	349	293
Charter	341	371	369
Senior Citizens Passes	280	272	236
Senior Citizens Operatirg Allowance	1,250	1,250	1,214
General Services Operating Allowance	4,660	4,660	4,238
City Departments	8	8	5
Advertising	151	151	160
Provincial Contribution	711	710	710
	12,559	12,257	11,691
EXPENDITURES			
General	2,547	2,583	2,460
Transportation - Operating	7,138	7,179	6,972
- Supervision	450	465	459
- Other	248	259	214
Equipment Servicing	679	607	617
Equipment Repair	938	939	893
Stores	60	59	57
Shop	499	505	485
Capital	--	--	11
	12,559	12,596	12,168
DEFICIT FOR THE YEAR	$ --	(339)	$ (477)

SEWAGE COLLECTION AND DISPOSAL UTILITY
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 1988

(DOLLARS IN THOUSANDS)

	1988		1987
	ESTIMATE	ACTUAL	ACTUAL
REVENUES	$ 8,424	9,105	$ 7,968
EXPENDITURES			
General	3,983	4,147	3,386
Lift Stations	468	458	423
Pollution Control Plant	1,692	1,707	1,620
Sludge Drying/Research	202	164	14
Sewer Engineering	67	57	62
Sewer Inspections	176	235	137
Sewer Maintenance	1,195	1,094	1,214
Service Connections	641	786	577
	8,424	8,648	7,433
SURPLUS BEFORE TRANSFER TO RESERVE	$ --	457	$ 535
TRANSFER TO RESERVE	--	457	535
SURPLUS FOR THE YEAR	$ --	--	$ --

CITY OF SASKATOON
TRUST FUNDS
BALANCE SHEET
AS AT DECEMBER 31, 1988

	TOTAL	CEMETERY PERPETUAL CARE	CITY HOSPITAL ENDOWMENT	GROUP INSURANCE TRUST
		(DOLLARS IN THOUSANDS)		
ASSETS				
Cash and Short Term Investments	$ 483	190	--	293
Investments (Note 2)	2,337	1,522	27	788
	$2,820	1,712	27	1,081
LIABILITIES AND RESERVES				
Accounts Payable	$ 135	--	--	135
Due to Revenue Fund	30	30	--	--
Reserves	2,655	1,682	27	946
	$2,820	1,712	27	1,081

CITY OF SASKATOON
TRUST FUNDS
STATEMENT OF CONTINUITY
FOR THE YEAR ENDED DECEMBER 31, 1988

	TOTAL	CEMETERY PERPETUAL CARE	CITY HOSPITAL ENDOWMENT	GROUP INSURANCE TRUST
		(DOLLARS IN THOUSANDS)		
Balance, Beginning of Year	$2,623	1,577	27	1,019
CAPITAL RECEIPTS				
Sale of Cemetery Plots	105	105	--	--
Interest Earned	289	177	2	110
	$3,017	1,859	29	1,129
DISBURSEMENTS				
Transfer to Revenue Fund	$ 225	177	--	48
Transfer to City Hospital	2	--	2	--
Experience Deficiency	135	--	--	135
	362	177	2	183
Balance, End of Year	$2,655	1,682	27	946

CITY OF SASKATOON
TRUST FUNDS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1988

1. ACCOUNTING POLICIES

BASIS OF ACCOUNTING

Sale of Plots and interest earnings on the "Statement of Continuity" are recorded on a cash basis of accounting. All other receipts and disbursements are reported on an accrual basis.

2. INVESTMENTS

The total of investments of $2,337,000 recorded on the "Balance Sheet" at cost, have a market value of $2,414,000 at December 31, 1988.

SUMMARY OF PROPERTY ASSESSMENT AND TAX LEVY
FOR THE YEARS 1984 to 1988

	1984	1985	1986	1987	1988
Gross Assessment - Land	$312,686,200	$475,584,380	$642,955,790	$649,658,630	$658,651,570
- Improvements	554,342,820	627,384,200	702,882,900	730,168,520	765,158,090
Total Assessment	867,029,020	1,102,968,580	1,345,838,690	1,379,827,150	1,423,809,660
Exemptions	208,460,050	266,289,770	326,043,220	334,432,290	350,730,780
Assessed Value For Taxation	$658,568,970	$836,678,810	1,019,795,470	$1,045,394,860	$1,073,078,880
	Mills	Mills	Mills	Mills	Mills
Tax Rate:					
General	53.76	45.23	40.70	43.03	44.28
Library	5.86	4.80	4.42	4.79	5.02
Education:					
Public Board	77.18	62.49	55.71	58.23	60.50
Separate Board	77.18	62.49	55.71	58.23	60.50
Total	136.80	112.52	112.52	106.05	109.80
	$ 93,493,467	$ 97,217,888	$105,974,730	$113,552,361	$120,625,914
Tax Collections:					
Current	$ 90,194,184	$ 92,825,768	$100,735,257	$108,126,801	$114,954,143
Arrears	3,682,281	3,501,593	4,401,606	5,577,271	5,911,734
Total Collected	$ 93,876,465	$ 96,327,361	$105,136,863	$113,704,072	$120,865,877
Percentage of Levy Collected:					
Current	96.47%	95.48%	95.06%	95.22%	95.30%
Current and Arrears	100.41%	99.08%	99.21%	100.13%	100.20%
Taxes Outstanding:					
Current	$ 3,220,595	$ 4,422,120	$ 5,243,958	$ 5,894,085	$ 5,671,772
Arrears	1,131,888	1,286,765	1,618,181	1,701,603	2,082,870
Net Outstanding	$ 4,352,483	$ 5,708,885	$ 6,862,139	$ 7,595,688	$ 7,754,642

Commencing in 1984 assessments were phased over 3 years from a 1950 base value to a 1965 base value. The actual net increase in assessment for the years 1984, 1985 and 1986, based on 1950 values, would be approximately 2.65% year over year.

SUMMARY OF BUSINESS ASSESSMENT AND TAX LEVY FOR THE YEARS 1984 to 1988

	1984	1985	1986	1987	1988
Gross Assessment	$59,101,849	$61,837,600	$63,130,553	$65,474,126	$67,107,699
Less Reductions from Businesses Closing, Moving, Reducing Space	4,851,595	6,823,007	5,969,178	6,398,312	6,541,484
Net Assessment	$54,250,254	$55,014,593	$57,161,375	$59,075,814	$60,566,215
Business Tax Levy					
Municipal	$2,788,013	$2,967,407	$3,276,715	$3,188,802	$3,632,024
Public Library	273,500	284,100	315,200	351,500	376,300
Education - Public Board	2,905,313	2,995,069	3,248,273	3,443,668	3,555,644
- Separate Board	1,057,882	1,066,245	1,186,690	1,295,344	1,363,280
Total Levy	$ 7,024,708	$ 7,312,821	$ 8,026,878	$ 8,279,314	$ 8,927,248
Business Tax Collections (Current & Arrears)	$ 7,015,419	$ 7,423,689	$ 8,133,296	$ 8,934,007	$ 9,277,687

SUMMARY OF PUBLIC UTILITIES OPERATING RESULTS
FOR THE YEARS 1984 to 1988

	1984	1985	1986	1987	1988
Net surplus (deficit) after deducting operating expenses, debt charges and contributions to reserves:					
Electrical Distribution	$1,892,100	$1,875,862	$2,794,431	$3,307,100	$5,357,000
Water Supply	1,136,669	(952,561)	149,600	--	--
Transit System (before contribution from General Revenue)	(4,035,891)	(4,185,620)	(4,303,387)	(4,714,648)	(4,999,000)
Sewage Collection & Disposal	508,534	(705,887)	(631,305)	--	--
Net Surplus (Deficit)	$ (498,588)	$(3,968,206)	$(1,990,661)	$(1,407,548)	$ 358,000
Amount contributed by Utilities to Revenue as grant in lieu of taxes	$6,543,289	$7,057,518	$7,780,631	$8,725,549	$9,943,000

SASKATOON ECONOMIC STATISTICS
FOR THE YEARS 1984 to 1988

	1984	1985	1986	1987	1988
Saskatoon population (June 30 estimated)	170,750	175,859	178,361	182,216	183,487
Average annual change	+3.8%	+3.0%	+1.4%	+2.2%	+0.7%
Saskatoon inflation rate - annual average	3.5%	3.5%	4.0%	4.9%	4.5%
Saskatoon unemployment rate - annual average	12.0%	10.0%	9.0%	9.9%	9.9%
Number of persons employed in Saskatoon	80,000	80,300	80,700	82,000	86,000
Saskatoon building permits					
Total number	3,122	3,367	4,451	4,523	3,185
Total value ($ Millions)	$204.4	$187.8	$260.4	$234.7	$210.6
Average annual change	+2.0%	-8.2%	+38.6%	-9.9%	-10.2%
Saskatoon retail sales					
Total value ($ Millions)	$1169.6	$1225.5	$1310.0	$1378.1	$1500.0*
Average annual change	13.9%	4.7%	7.0%	5.2%	5.5%

* Estimate

SUMMARY OF DEBENTURE DEBT AND REQUIRED SINKING FUND FOR THE YEARS 1984 to 1988

	1984	1985	1986	1987	1988
Total Debenture Debt	49,511,834	51,889,000	59,668,740	61,783,094	62,546,252
Total Sinking Fund	15,682,592	16,254,805	14,583,395	14,516,169	15,030,776
Net Debt	$33,829,242	$35,634,195	$45,085,345	$47,266,925	$47,515,476
Population Estimate at Dec. 31	173,300	178,400	179,600	184,122	184,405
Gross Debt Per Capita	$ 286	$ 291	$ 332	$ 336	$ 339
Net Debt Per Capita	$ 195	$ 200	$ 251	$ 257	$ 258

All Figures Are Based on Book Value and Have Not Been Adjusted For Foreign Currency Exchange

SUMMARY OF DEBENTURE DEBT AND REQUIRED SINKING FUND FOR THE YEARS 1987 to 1988

	1987	Sinking Fund At Dec. 31/87	1988	Sinking Fund At Dec. 31/88
Waterworks Utility (1)	$ 9,812,798	$ 1,948,801	$10,207,479	$ 2,158,919
Sewer Utility (1)	4,520,559	346,057	4,198,426	364,270
Local Improvements - Property Share	8,655,259	3,412,916	8,406,743	3,272,105
Total Self Supporting Debt	$22,988,616	$ 5,707,774	$22,812,648	$ 5,795,294
Library	$ 1,435,000	$ 1,162,879	$ 1,435,000	$ 1,241,182
High School	2,691,000	1,606,260	2,545,000	1,715,871
Hospital	730,000	570,621	3,530,000	609,444
General (2)	33,938,478	5,468,635	32,223,604	5,668,985
Total Mill Rate Debt	$38,794,478	$ 8,808,395	$39,733,604	$ 9,235,482
Total Debenture Debt	$61,783,094		$62,546,252	
Total Sinking Fund	14,516,169		15,030,776	
Net Debt (3)	$47,266,925		$47,515,476	
Population Estimate at Dec. 31	184,122		184,405	
Gross Debt Per Capita	$ 336		$ 339	
Net Debt Per Capita	$ 257		$ 258	

(1) Including City Share of Water and Sewage Local Improvements
(2) Including City Share of General Local Improvements
(3) All Figures Are Based on Book Values and Have Not Been Adjusted For Foreign Currency Exchange

CITY OF SASKATOON

DEBENTURES MATURING WITH PERCENTAGES
as at December 31, 1988

Year	Debentures Maturing	Percentage Yearly	Percentage Reduction Accumulated
1989	6,341,647	10.13	10.13
1990	5,998,378	9.59	19.72
1991	8,311,018	13.29	33.01
1992	4,111,892	6.58	39.59
1993	3,732,868	5.97	45.56
1994	5,263,610	8.42	53.98
1995	4,871,556	7.79	61.77
1996	5,255,469	8.40	70.17
1997	3,157,171	5.05	75.22
1998	3,366,487	5.38	80.60
1999	3,175,533	5.08	85.68
2000	2,724,543	4.36	90.04
2001	974,022	1.56	91.60
2002	273,582	.44	92.04
2003	965,743	1.55	93.59
2004	327,486	.53	94.12
2005	650,023	1.04	95.16
2006	1,433,897	2.30	97.46
2007	662,321	1.06	98.52
2008	949,006	1.48	100.00
	$62,546,252	100.00	